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September 26, 2002

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FEDERAL COMMUNICATIONS COMMISSION  
OFFICE OF THE SECRETARY

EX PARTE

Ms. Marlene Dortch  
Secretary  
Federal Communications Commission  
The Portals  
445 12th Street, S.W.  
Washington, DC 20554

Re: CC Docket 95-116

Dear Ms. Dortch:

On September 26, 2002, Deborah Bell, William Brown, Fred Goodwin, Steve Johnson, Eric Smith, Dave Leduc, David Lynch (on behalf of SBC), Pete Sywenki and Hoke Knox (on behalf of Sprint) met with Sanford Williams, Jared Carlson, Deena Shetler, Chris Barnakoff, Pam Slipakoff, Jay Atkison, and Margaret Dailey of the Federal Communications Commission to discuss the above-captioned proceeding.

We provided the staff with the attached written handout, which served as the basis for the discussion.

Respectfully Submitted,

  
Fred Goodwin

Attachment

CC:  
Sanford Williams  
Jared Carlson  
Deena Shelter  
Chris Barnakoff  
Pam Slipakoff  
Jay Atkison  
Margaret Dailey

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# SBC Communications Inc.

## Recovery of Wireline Costs to Facilitate Wireless Number Portability

September 26, 2002

## SBC – Wireline Cost Recovery for WNP

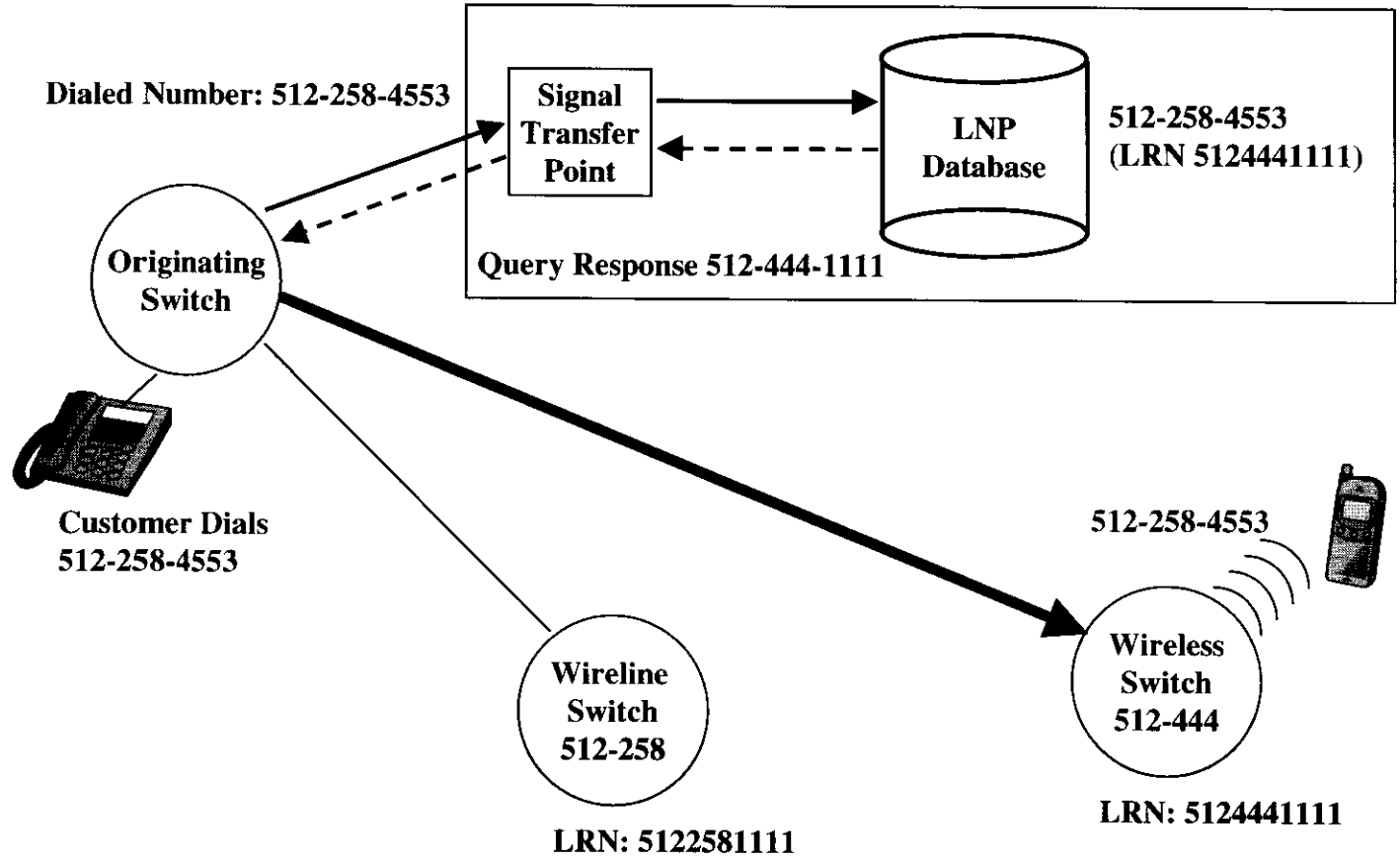
- The FCC mandated wireless number portability (WNP) in the Telephone Number Portability Docket.
- In July 2002, the FCC extended the implementation date to November 24, 2003.
- WNP will allow wireless end-user customers in the top 100 MSAs to retain their telephone number when changing service providers.
- A change in service providers includes a change from or to a wireline carrier, as well as a change between wireless carriers.

# SBC – Wireline Cost Recovery for WNP

- WNP uses existing local number portability (LNP) technology, network elements, and operational support systems (OSS).
- WNP will primarily impact a wireline carrier's systems and its operational and network database capacities by
  - Increasing porting and query volumes within network elements
  - Exerting pressure on database capacity in 2004 and beyond
  - Exerting pressure on LSMS and SOA capacity in 2003 and beyond

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# SBC – Wireline Cost Recovery for WNP



# SBC – Wireline Cost Recovery for WNP

- Original LNP cost recovery filing did not include WNP because:
  - No agreed upon/adopted WNP Process Flows
  - No agreed upon timeframes for Inter-Technology Ports
  - No identified or adopted WNP requirements
- WNP will require upgrades to:
  - Information technology systems
  - OSS
  - Existing network elements
  - Associated databases

## SBC – Wireline Cost Recovery for WNP

- Two approaches to recovery of additional investment:
  - Increase current end user surcharge
    - additional investment per line / remaining months to bill end user surcharge = average surcharge increase per line\*
  - Extend end user surcharge billing period
    - additional investment per line / average end user surcharge = additional months of end user surcharge billing\*

\*Based on original cost studies, each SBC region has a different end user surcharge rate. As a result, the incremental change in end user surcharge will vary by region.